

**SECRET** <sup>DPD-3651-59</sup>

29 May 1959

The Firewal Company, Inc.  
3685 Broadway  
Buffalo, New York

ATTENTION: Mr. Don Nesbitt

Gentlemen:

Reference is made to our negotiations held on 28 May 1959 to establish a final contract price for Schedules 1 and 2 of Contract No. HF-1230. As a result of these negotiations a settlement of \$540,000 was offered for performance of Schedules 1 and 2, however, this offer was declined by you with the request that consideration be given to allowing a greater portion of your claim.

In accordance with your request your claim has been reviewed with George and other project personnel and it is felt that in view of your efforts which resulted in technical performance of the contract being highly satisfactory and within the time schedules demanded by the project, that additional costs were incurred by you in meeting such demands.

It is therefore considered that a revised amount of \$560,000 represents a fair and reasonable settlement for performance of Schedules 1 and 2 of Contract No. HF-1230.

If settlement in the amount of \$560,000, proposed herein, is satisfactory please advise in order that a final amendment to the contract may be drawn.

Very truly yours,

  
Contracting Officer

Distr.

1,

1-HF-1230 T&P

✓ 1-Chrono

25 YEAR RE-REVIEW

**SECRET**